

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D. C. 20426

July 2, 2007

Mr. Thomas Glenn Dye
30655 Whitmore Road
Whitmore, CA 96096

Dear Mr. Dye:

I am writing in response to your June 2, 2007 letter regarding the Pacific Gas and Electric Company's (PG&E's) Kilarc-Cow Creek Hydroelectric Project (Federal Energy Regulatory Commission No. P-606-000).

On June 21, 2007, the Commission approved PG&E's proposed license surrender application schedule for the Kilarc-Cow Creek Hydroelectric Project. PG&E is now required to prepare and file a license surrender application by March 26, 2009 in compliance with our regulations (18 CFR § 16.25(c)).

We note that the license surrender process will include numerous opportunities for public involvement and comment. Once the surrender application is filed, stakeholder comments will be requested at several stages. These comments, including your remarks outlined in your June 2, 2007 letter, will ultimately be considered in the Commission's decision regarding the fate of current project facilities. Once the Commission issues a final order on PG&E's surrender application, entities are free to file applications for proposed projects at this site.

If I can be of further assistance in this or any other Commission matter, please let me know.

Sincerely,



Andrew J. Black
Director
Office of External Affairs